

**STATE OF MISSOURI
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Fiscal Year Ended June 30, 2005
(In Thousands of Dollars)**

	Business-Type Activities – Enterprise Funds					
	Major Funds				Totals	Governmental Activities – Internal Service Funds
	State Lottery	Unemployment Compensation	Petroleum Storage Tank Insurance	Non-Major Funds	June 30, 2005	
Cash Flows from Operating Activities:						
Receipts from Customers and Users	\$ 784,350	\$ 453,139	\$ 25,041	\$ 37,231	\$ 1,299,761	\$ 722,106
Payments to Suppliers	(554,107)	---	(3,579)	(26,864)	(584,550)	(142,906)
Payments to Employees	(9,097)	---	(1,535)	(45,927)	(56,559)	(52,142)
Payments Made for Program Expense	---	(502,353)	(13,386)	(447)	(516,186)	(474,641)
Other Receipts (Payments)	(8,807)	---	(75)	(559)	(9,441)	(602)
Net Cash Provided (Used) by Operating Activities	212,339	(49,214)	6,466	(36,566)	133,025	51,815
Cash Flows from Non-Capital Financing Activities:						
Due to/from Other Funds	785	---	(1)	188	972	356
Contributions and Intergovernmental	---	19,088	---	26,359	45,447	212
Transfers to/from Other Funds	(219,094)	---	(8)	11,943	(207,159)	(5)
Other Receipts (Expenses)	7,811	---	---	12	7,823	---
Net Cash Provided (Used) by Non-Capital Financing Activities	(210,498)	19,088	(9)	38,502	(152,917)	563
Cash Flows from Capital and Related Financing Activities:						
Interest Expense	---	---	---	---	---	(551)
Purchases and Construction of Capital Assets	(230)	---	---	(4,814)	(5,044)	(21,903)
Capital Lease Downpayment/Obligations	---	---	---	---	---	(1,175)
Disposal of Capital Assets	20	---	19	(1)	38	5,182
Net Cash Provided (Used) by Capital and Related Financing Activities	(210)	---	19	(4,815)	(5,006)	(18,447)
Cash Flows from Investing Activities:						
Proceeds from Investment Maturities	---	---	---	2,507	2,507	527,582
Purchase of Investments	(3,981)	---	(7,040)	(680)	(11,701)	(512,608)
Interest and Dividends Received	572	1,030	1,137	112	2,851	4,627
Other Receipts	---	---	---	87	87	1
Net Cash Provided (Used) by Investing Activities	(3,409)	1,030	(5,903)	2,026	(6,256)	19,602
Net Increase (Decrease) in Cash	(1,778)	(29,096)	573	(853)	(31,154)	53,533
Cash and Cash Equivalents, Beginning of Year	13,043	105,067	14,847	2,896	135,853	117,826
Cash and Cash Equivalents, End of Year	\$ 11,265	\$ 75,971	\$ 15,420	\$ 2,043	\$ 104,699	\$ 171,359
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:						
Operating Income (Loss)	\$ 210,241	\$ (1,848)	\$ (363)	\$ (38,340)	\$ 169,690	\$ 16,872
Depreciation Expense	1,086	---	22	2,933	4,041	14,430
Changes in Assets and Liabilities:						
Accounts Receivable	(1,248)	(46,111)	(521)	(73)	(47,953)	(490)
Inventories	---	---	---	(108)	(108)	535
Prepaid Items	(635)	---	---	---	(635)	2
Accounts Payable	(115)	(1,255)	(16)	(1,149)	(2,535)	(13,287)
Accrued Payroll	(18)	---	(3)	146	125	(47)
Unearned Revenue	---	---	(7)	---	(7)	4,306
Grand Prize Winner Liability	3,020	---	---	---	3,020	---
Claims Liability	---	---	7,388	---	7,388	29,467
Compensated Absences	8	---	(34)	25	(1)	27
Net Cash Provided (Used) by Operating Activities	\$ 212,339	\$ (49,214)	\$ 6,466	\$ (36,566)	\$ 133,025	\$ 51,815

Non-Cash Financing Activities:

During fiscal year 2005, a capital lease agreement was renegotiated in the Office of Administration Revolving Fund for Central Printing. This resulted in a \$17,000 increase to the obligation under lease purchase in this fund as of June 30, 2005.

The notes to the financial statements are an integral part of this statement.